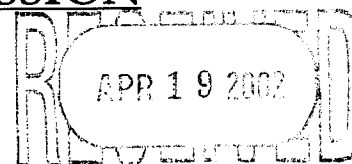


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION



ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01536A
LAZY C WATER SERVICE
P.O. BOX 1
TUCSON AZ 85702-

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
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FOR COMMISSION USE

ANN04	01
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Processed by:

4-24-02 *cm*

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Box 1 Inc, dba Lazy C Water Service

Mailing Address P.O. Box 1
(Street)

Tucson,
(City)

AZ
(State)

85702
(Zip)

(520)743-9758

Telephone No. (Include Area Code)

(520)743-4557

Fax No. (Include Area Code)

(520)291-1264

Pager/Cell No. (Include Area Code)

Email Address bobbox1@prodigy.net

Local Office Mailing Address same
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Robert J. Canfield President
(Name) (Title)

4002 W. Kay T Drive
(Street)

Tucson
(City)

AZ
(State)

85745
(Zip)

(520)743-9758

Telephone No. (Include Area Code)

(520)743-4557

Fax No. (Include Area Code)

(520)291-1264

Pager/Cell No. (Include Area Code)

Email Address bobbox1@prodigy.net

On Site Manager: Robert J. Canfield
(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Patrick Farrell

(Name)

1 South Church Ave.

Tucson,

AZ

85701

(Street)

(City)

(State)

(Zip)

(520) 992-4004

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☒ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

Box 1 Inc, dba Lazy C Water Service

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	31,212.23	16,478.69	14,733.54
311	Pumping Equipment	34,122.32	14,050.15 12,944.03	20,072.17
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	13,569.00	10,594.87	2,974.13
331	Transmission and Distribution Mains	179,873.32	84,141.42	95,731.90
333	Services	3,158.00	1,174.35	1,983.65
334	Meters and Meter Installations	9,301.10	5,872.93	3,428.17
335	Hydrants	589.00	425.93	163.07
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	11,846.81	6,284.61	5,562.20
340	Office Furniture and Equipment	1,547.57	1,390.96	156.61
341	Transportation Equipment	38,000.00	1,900.00	36,100.00
343	Tools, Shop and Garage Equipment	1,670.84	0	1,670.84
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	324,907.19 324,890.19	142,313.91	182,576.28

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Box 1 Inc., dba Lazy C Water Service

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	31,212.23	5.0	1,560.61
311	Pumping Equipment	34,122.32	5.0	
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	13,569.00	5.0	678.45
331	Transmission and Distribution Mains	179,873.32	5.0	8,993.67
333	Services	3,153.00	5.0	157.90
334	Meters and Meter Installations	9,301.10	5.0	465.05
335	Hydrants	539.00	5.0	29.45
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	11,946.31	5.0	592.34
340	Office Furniture and Equipment	1,547.57	5.0	77.38
341	Transportation Equipment	33,000.00	5.0	1,900.00
343	Tools, Shop and Garage Equipment	1,670.34	5.0	83.54
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	324,390.19		16,244.51

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 7,762	\$ 3,525
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	2,955	3,059
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 10,750	\$ 6,584
	FIXED ASSETS		
101	Utility Plant in Service	\$ 261,715	\$ 324,590
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	126,320	142,314
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 134,595	\$ 132,576
	TOTAL ASSETS	\$ 145,645	\$ 139,160

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$, 15	\$ 29
232	Notes Payable (Current Portion)	48,661	52,107
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 48,676	\$ 52,136
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$ 23,000
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 48,676	\$ 105,136
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 96,696	\$ 84,024
	TOTAL LIABILITIES AND CAPITAL	\$145,645	\$159,160

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 95,813	\$ 97,866
460	Unmetered Water Revenue		
474	Other Water Revenues	1,215	28,406
	TOTAL REVENUES	\$ 97,028	\$ 126,272
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water	5,629	4,987
615	Purchased Power	12,764	11,867
618	Chemicals		
620	Repairs and Maintenance	10,357	7,952
621	Office Supplies and Expense	1,849	7,837
630	Outside Services	24,368	32,493
635	Water Testing	1,013	1,810
641	Rents	12,000 1,200	12,000 1,200
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	665	1,810
403	Depreciation Expense	13,002	16,243
408	Taxes Other Than Income		
408.11	Property Taxes	13,678	10,539
409	Income Tax		50
	TOTAL OPERATING EXPENSES	\$ 84,585	\$ 96,941
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$	\$
	NET INCOME/(LOSS)	\$ 12,503	\$ 29,331

COMPANY NAME Box 1 Inc., dba Lazy C Water Service

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 312
Meter Deposits Refunded During the Test Year	\$ -0-

COMPANY NAME Box 1 Inc., dba Lszy C Water Service

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-001400	15	60	8-5/8	1-1/2
55-001500	15	48	8	1-1/2

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
City of Tucson	90	1,366,260

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 16,559,748

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	2	1	
10	1		
2	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	3,000	2
25,000	1	2,000	1
10,000	1		

STATISTICAL INFORMATION

Total number of customers 125

Total number of gallons sold 18,881,471 gallons

YEAR ENDING 12/31/2001

For this reporting period, provide the following:

Amount of Grossed-Up Contributions/Advances:

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

President

TITLE

COMPANY NAME Box 1 Inc., dba Lazy C Water Service YEAR ENDING 12/31/2001

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

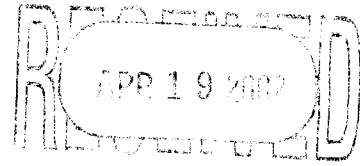
\$ 10,530

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Robert J. Canfield - President</u>
COMPANY NAME <u>Box 1 Inc., dba Lazy C Water Service</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2001</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 126,272

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 4,651

IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Robert J. Canfield
SIGNATURE OF OWNER OR OFFICIAL
(520) 743 0758
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
MARY MALDONADO
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 04-15-02 DAY OF

COUNTY NAME <u>Pima</u>
MONTH <u>April 15, 2002</u>

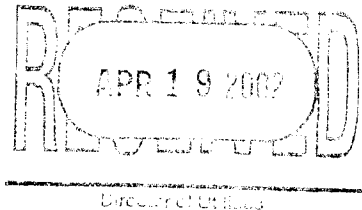
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 08-06-04
My Comm. No. 16806/04



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Robert J. Canfield	TITLE President
COMPANY NAME Box 1 Inc., dba Lazy C Water Service	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 126,272

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 4,651

IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X Robert J. Canfield
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14-15-02 **DAY OF**

NOTARY PUBLIC NAME <u>Mary Maldonado</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>April 15,</u>	20 <u>02</u>



"OFFICIAL SEAL"
MARY MALDONADO
(SEALS)
Notary Public, State of Arizona
Pima County
My Comm. Expires 08/06/04

MY COMMISSION EXPIRES 08-06-04

X [Signature]
SIGNATURE OF NOTARY PUBLIC

ATTN: CARMEN MADRID



8/00 103-12-00708, 01501

LAZY "C" WATER SERVICE

P.O. BOX 1
TUCSON, ARIZONA 85702

214.46.01107

214.47.03201, 03603

214.55.02846

FIRST INTERSTATE BANK
OF ARIZONA, N.A.
TUCSON, AZ 85701
91-1/1221

3299

DATE

AMOUNT

Apr 27, 2001

***\$4,137.84

Memo:

Four Thousand One Hundred Thirty-Seven and 84/100 Dollars

TO THE
ORDER
OFPima County Treasurer
Tucson, AZ
AUTHORIZED SIGNATURE

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

⑈003299⑈ ⑆12210001⑆

201455115⑈

⑈0000413784⑈



DT A199 103-12-01501

LAZY "C" WATER SERVICE

P.O. BOX 1
TUCSON, ARIZONA 85702

, 214-55-02806

FIRST INTERSTATE BANK
OF ARIZONA, N.A.
TUCSON, AZ 85701
91-1/1221

3300

DATE

AMOUNT

4-27

1,698.79

PM

Sixteen Hundred & Ninety Eight & 79/100

TO THE
ORDER
OF

Pima County Treasurer


AUTHORIZED SIGNATURE

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

⑈003300⑈ ⑆12210001⑆

201455115⑈

⑈0000169879⑈

ATTN: CARMEN MADRID

WFB TEMPE, AZ 05012001
TRACER# 2848 001
1221-0527-8
0235196080

BANK OF AMERICA, NA TPE
▶1221017084 E3200 90 P89
04/30/01

3150503813

FOR DEPOSIT ONLY
TO THE CREDIT OF
BETH FORD
PIMA COUNTY TREASURER
PIMA COUNTY, ARIZONA
412-724156

WFB TEMPE, AZ 05012001
TRACER# 2848 001
1221-0527-8
0235196041

BANK OF AMERICA, NA TPE
▶1221017084 E3200 90 P89
04/30/01

3150503759

FOR DEPOSIT ONLY
TO THE CREDIT OF
BETH FORD
PIMA COUNTY TREASURER
PIMA COUNTY, ARIZONA
412-724156

ATTN: CARMEN MADRID

11/2001 214460110 214550550 103120070
 LAZY "C" WATER SERVICE
 P.O. BOX 1
 TUCSON, ARIZONA 85702
 103120150
 FIRST INTERSTATE BANK
 OF ARIZONA, N.A.
 PHOENIX, AZ 85003
 81-1/1221

3362

DATE	AMOUNT
Nov 1, 2001	***\$4,701.98

Memo:

PAY Four Thousand Seven Hundred One and 98/100 Dollars

TO THE
 ORDER
 OF Pima County Treasurer
 Tucson, AZ

Robert J Canfield
 AUTHORIZED SIGNATURE

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

003362 122100011 201455115 0000470198

ATTN: CARMEN MADRID

MEB TEMPE, AZ 11052991
TRACER# 3700 061
1221-0527-8
1000000000

NOV - 2 01

BANK OF AMERICA, NA, TPE
1221017664 E3382 90 P15
11/02/01
3350138310

0064 68495

FOR DEPOSIT ONLY
TO THE CREDIT OF
PIMA COUNTY
PIMA COUNTY TREASURER
PIMA COUNTY, ARIZONA
412-724156